

NEW YORK STATE ASSOCIATION OF TOBACCO AND CANDY DISTRIBUTORS, INC.

211 East 43rd Street • Suite 1101 • New York, New York 10017-4707 (212) 682-3576 FAX (212) 867-7844

ARTHUR H. KATZ
Executive Director
GEORGE ELICOFON
Director of Trade Relations

MAR 6 050th

March 2, 1995

LEONARD SCHWARTZ
Chairman of the Board
MICHAEL BUTTON
President
STEVEN ROSENTHAL
First Vice President
MICHAEL AUER
Second Vice President
EUGENE BURNS
Secretary
BARRY FELDMAN
Treasurer

Mr. Mark Young R.J. Reynolds Tobacco USA 400 Raritan Center Pkwy. Edison, NJ 08837

Dear Mr. Young:

ACTIVITIES OF NYSATCD - 1994

I and other members of the association have testified before the NYC Council, the NYS Assembly, the NYS State Senate on at least 40 occasions in 1994- concerning issues affecting the cigarette industry, the range of topics included: excessive taxation, restrictions on state and local advertising placement of product and smoking restrictions. We have had some successes in these The association organized grass roots programs to combat these excesses by zealots in and out of government. I have organized the unaffiliated retail stores and subjobbers to participate in political activities to help this industry. I have organized our members to encourage their customers to support the "It's The Law Program." The association has distributed signs to that purpose as is required by NYS law thereby helping to prevent needless, negative publicity. We have helped organize the very important NYC hospitality industry to participate in helping fight anti-smoking campaigns. I have organized letter campaigns to various state and local officials, to protest excessive regulation and taxation. The members and myself have met in private with many George Elicofon and I legislators to discuss these issues. organized the very successful NYS "Day in Albany " program. At our cocktail party, dinner and breakfast in 1994 we have had over 90 participating legislators. After the breakfast our members break up into teams of six and visit the key legislators in their We also follow up with back home visits, this is a very I have written letters to successful but expensive program. several newspapers including the foreign language press(see enclosed letter). I Maintain a strong relationship with law enforcement which helps to prevent the hijacking of industry trucks, and the burglaries and robberies of warehouses containing I Maintain a positive labor union and management cigarettes. relationship which helps prevent disruptions in the work place and the flow of product to consumers. This office provides a resource and assistance to manufacturers on provision of NYS CMSA Law. We Participate in lobbying efforts to support manufacturers with NYS

legislation. I and other members Participate in the "Day in Washington" program. The NYS association has prevailed in several costly lawsuits that can negatively impact the industry. We supply other state associations with information that assist them in their legislative programs. The NYS Association has exercised a leadership role in encouraging other state executives in their efforts to strengthen their association's so that they may become more effective.

Sincerely,

Arthur H. Katz Executive Director